

**UNITED STATES DISTRICT COURT  
SOUTHERN DISTRICT OF NEW YORK**

IN RE MORGAN STANLEY & CO., INC.	)	Lead Case No. 08 Civ. 7587 (AKH)
AUCTION RATE SECURITIES	)	
DERIVATIVE LITIGATION	)	(Derivative Action)
_____	)	
	)	
This Document Relates To:	)	
	)	
ALL ACTIONS	)	
_____	)	

**NOTICE OF DEMAND UPON DEFENDANT  
BOARD OF DIRECTORS UNDER SECTION 220 OF THE DELAWARE  
GENERAL CORPORATION LAW IN RESPONSE TO REFUSAL OF DEMAND**

PLEASE TAKE NOTICE THAT the attached shareholder demand under Section 220 of the Delaware General Corporation Law was transmitted to the Board of Directors of Morgan Stanley via overnight mail on May 12, 2010, in response to the letter dated April 26, 2010 in which the Board refused the shareholders' demand dated August 24, 2009.

Dated: May 12, 2010.

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May 12, 2010

**VIA OVERNIGHT MAIL**

John J. Mack  
Chairman of the Board of Directors  
Morgan Stanley & Co., Inc.  
1585 Broadway  
New York, NY 10036

**Re: Shareholder Demand Concerning Auction Rate Securities**

Dear Mr. Mack:

This firm represents the Louisiana Municipal Police Employees Retirement System ("MPERS"), an institutional shareholder of Morgan Stanley & Co., Inc. ("Morgan Stanley" or the "Company") since April 2006. We write on behalf of MPERS, as well as co-plaintiff Terry G. Thomas, in response to the Morgan Stanley Board of Directors' (the "Board") refusal of the demands made in our letter dated August 24, 2009 with respect to the Company's participation in the market for auction-rate securities (the "Demand").

In connection with the Board's refusal, we hereby demand under Section 220 of the Delaware General Corporation Law that the Company make available for our prompt inspection on behalf of MPERS the following corporate books and records:

1. All minutes (including any votes taken or resolutions adopted) and notes of any meetings of the full Board or any Committee thereof (including the Audit Committee) at which the Demand was discussed or evaluated.
2. All agendas prepared in advance of any meeting referred to in the previous request and circulated to any expected participant thereof, including any reports or documents enclosed with such agendas.
3. All documents evidencing the recusal of any Board member from any Board or Committee (including the Audit Committee) consideration of the Demand or the reasons therefor.
4. All written reports prepared by Skadden, Arps, Slate, Meagher & Flom LLP ("Skadden") concerning the results (including interim results) of the "comprehensive investigation of Morgan Stanley's marketing and selling of ARS during 2007 and 2008 in response to several regulatory investigations, including investigations by the Securities and Exchange Commission ('SEC') and New York Attorney General's Office" referred to on pp. 1-2 of the letter from Bruce D.

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- Angiolillo to the undersigned dated April 26, 2010 (the "Angiolillo Letter"), a copy of which is enclosed, including any reports communicated to the SEC, New York Attorney General's Office, or other government or regulatory body or agency and including any reports communicated to the Board, any Committee thereof, or any senior officer of Morgan Stanley.
5. All indices of the "2.8 million pages of electronic and hard copy documents" referred to in the first carryover paragraph on p. 2 of the Angiolillo Letter relied upon by Skadden in connection with its investigation.
  6. All notes and transcripts of interviews with Morgan Stanley employees referred to in the first carryover paragraph on p. 2 of the Angiolillo Letter.
  7. All written reports prepared by Simpson Thacher & Bartlett LLP ("STB") concerning the results of the "independent review and analysis" conducted by STB and referred to in the first and second full paragraphs of p. 2 of the Angiolillo Letter, including any reports communicated to the Board, any Committee thereof, or any senior officer of Morgan Stanley.
  8. Documents sufficient to identify the "certain matters that were not a focus of Skadden's prior investigation" referred to in the first full paragraph on p. 2 of the Angiolillo Letter.
  9. Documents evidencing communication(s) of the "request[]" for "additional documents" referred to in the first full paragraph on p. 2 of the Angiolillo Letter.
  10. Documents sufficient to identify the "relevant Morgan Stanley employees" referred to in the first full paragraph on p. 2 of the Angiolillo Letter.
  11. All notes and transcripts of interviews with Morgan Stanley employees referred to in the first full paragraph of p. 2 of the Angiolillo Letter.
  12. The "additional documents" actually made available to or reviewed by STB referred to in the first full paragraph of p. 2 of the Angiolillo Letter.
  13. All documents relied upon by the Audit Committee in making the "presentation to the Participating Board Members" referred to in the last paragraph of p. 2 of the Angiolillo Letter, and all documents constituting or accompanying that presentation to the Participating Board Members.
  14. The retention request and agreement between the Audit Committee referred to in the second paragraph of p. 1 of the Angiolillo Letter.
  15. The retention request and agreement by which Skadden was engaged to conduct the investigation referred to on pp. 1-2 of the Angiolillo Letter.

The purpose of this request is to enable MPERS and its legal counsel to evaluate the Board's refusal of the Demand, demand and whether same constituted a reasonable and good-faith exercise of the Board's business judgment. This firm is authorized to act on behalf of

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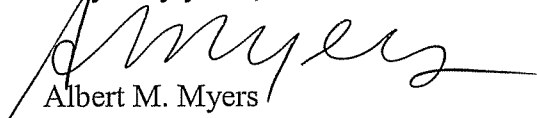
MPERS in connection with this matter pursuant to the enclosed Power of Attorney executed by Kathy Bourque, the Director of MPERS.

I declare under penalty of perjury under the laws of the United States that the foregoing is true and correct, and that the enclosed documentary evidence is a true and correct copy of MPERS's share ownership information in Morgan Stanley from April 2006 to present.

Please contact me within five (5) business days hereof to discuss procedures for our inspection of the books and records that will minimize the burden on both MPERS and the Company. Thank you in advance for your cooperation.

With kind regards, I remain

Very truly yours,



Albert M. Myers

cc.: Honorable Alvin K. Hellerstein  
Bruce D. Angiolillo  
Roy L. Jacobs  
Laurence D. Paskowitz



J.P.Morgan

## Securities Litigation

Summary by Value Date

From: 01-Apr-2006 To: 29-Apr-2010

Custody											All Transaction Activity	
Account: <div>REDACTED</div> MPERS OF LA - ALLIANCE CAPITAL MANAGEMENT												
Security ID	Security Name	Coupon Rate	Maturity Date	Pool Number	Transaction Category	Transaction Type	Transaction Status	Transaction Number	Contractual S/D	Units	Principal Amount	
ISIN	Fail Description							Age (Days)	Payable Date	Current Face	Income Amount	
									Posted Date		Net Amount	
Value Date: 25-Mar-2010 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE				25-Mar-2010	2,200.00000000	64,416.00	
US6174464486					SALE				25-Mar-2010		0.00	
					SETTLED			T310081BBZA		USD	64,393.18	
Value Date: 18-Feb-2010 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE				18-Feb-2010	100.00000000	2,716.00	
US6174464486					SALE				18-Feb-2010		0.00	
					SETTLED			T310043CL3L		USD	2,715.96	
Value Date: 12-Feb-2010 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND				12-Feb-2010	15,970.00000000	0.00	
US6174464486					CASH CREDIT FOR DIVIDENDS				12-Feb-2010		798.50	
					SETTLED			A210043ADNH		USD	798.50	
Value Date: 23-Dec-2009 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE				23-Dec-2009	700.00000000	20,456.59	
US6174464486					SALE				23-Dec-2009		0.00	
					SETTLED			T309355AGX2		USD	20,456.06	
Value Date: 23-Nov-2009 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE				23-Nov-2009	2,200.00000000	73,344.92	
US6174464486					SALE				23-Nov-2009		0.00	
					SETTLED			T309322BCC9		USD	73,321.03	
Value Date: 13-Nov-2009 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND				13-Nov-2009	18,870.00000000	0.00	
US6174464486					CASH CREDIT FOR DIVIDENDS				13-Nov-2009		943.50	
					SETTLED			A209317AGKP		USD	943.50	

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## Securities Litigation

Summary by Value Date

From: 01-Apr-2006 To: 29-Apr-2010

Custody										All Transaction Activity		
Account: [REDACTED] MPERS OF LA - ALLIANCE CAPITAL MANAGEMENT												
Security ID	Security Name	Coupon Rate	Maturity Date	Pool Number	Transaction Category	Transaction Type	Transaction Status	Transaction Number	Contractual S/D	Units	Principal Amount	
ISIN	Fail Description							Age (Days)	Payable Date	Current Face	Income Amount	Net Amount
Value Date: 23-Oct-2009 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE				23-Oct-2009	500.00000000	16,520.00	
US6174464486					SALE SETTLED			T309293A98F	23-Oct-2009	USD	0.00	16,519.07
Value Date: 20-Oct-2009 CCY: USD												
Transaction Category: PURCHASE												
617446448	MORGAN STANLEY COM STK USD0.01				PURCHASE				20-Oct-2009	800.00000000	(26,168.00)	
US6174464486					PURCHASE/BUY SETTLED			T309288CV29	20-Oct-2009	USD	0.00	(26,176.00)
Value Date: 14-Aug-2009 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND				14-Aug-2009	18,570.00000000	0.00	
US6174464486					CASH CREDIT FOR DIVIDENDS SETTLED			A209226AFBO	14-Aug-2009	USD	928.50	928.50
Value Date: 05-Jun-2009 CCY: USD												
Transaction Category: PURCHASE												
617446448	MORGAN STANLEY COM STK USD0.01				PURCHASE				05-Jun-2009	1,090.00000000	(32,798.10)	
US6174464486					PURCHASE/BUY SETTLED			T309153CMP7	05-Jun-2009	USD	0.00	(32,799.19)
Value Date: 15-May-2009 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND				15-May-2009	15,300.00000000	0.00	
US6174464486					CASH CREDIT FOR DIVIDENDS SETTLED			A209135BEAY	15-May-2009	USD	1,020.01	1,020.01
Value Date: 13-May-2009 CCY: USD												
Transaction Category: PURCHASE												
617446448	MORGAN STANLEY COM STK USD0.01				PURCHASE				13-May-2009	2,180.00000000	(61,432.40)	
US6174464486					RECEIVE VS PAYMENT SETTLED			T309128ENC7	13-May-2009	USD	0.00	(61,432.40)

Please refer to the disclaimer page at the end of this report for further information.



## Securities Litigation

Summary by Value Date

From: 01-Apr-2006 To: 29-Apr-2010

Custody										All Transaction Activity		
Account: <b>REDACTED</b> MPERS OF LA - ALLIANCE CAPITAL MANAGEMENT												
Security ID ISIN	Security Name	Coupon Rate	Maturity Date	Pool Number	Transaction Category Transaction Type Transaction Status	Transaction Number Age (Days)	Contractual S/D Payable Date Posted Date	Units Current Face	Principal Amount Income Amount Net Amount			
Value Date: 26-Mar-2009 CCY: USD												
Transaction Category: PURCHASE												
617446448 US6174464486	MORGAN STANLEY COM STK USD0.01				PURCHASE PURCHASE/BUY SETTLED	T309082COR5	26-Mar-2009 26-Mar-2009	200.00000000	(4,550.44) 0.00 (4,550.84)	USD		
Value Date: 18-Feb-2009 CCY: USD												
Transaction Category: PURCHASE												
617446448 US6174464486	MORGAN STANLEY COM STK USD0.01				PURCHASE PURCHASE/BUY SETTLED	T309043B7A	18-Feb-2009 18-Feb-2009	105.00000000	(2,340.45) 0.00 (2,340.56)	USD		
Value Date: 13-Feb-2009 CCY: USD												
Transaction Category: DIVIDEND												
617446448 US6174464486	MORGAN STANLEY COM STK USD0.01				DIVIDEND CASH CREDIT FOR DIVIDENDS SETTLED	A209044ADFC	13-Feb-2009 13-Feb-2009	9,400.00000000	0.00 2,538.00 2,538.00	USD		
617446448 US6174464486	MORGAN STANLEY COM STK USD0.01				DIVIDEND CASH CREDIT FOR DIVIDENDS SETTLED	A209044ADPR	13-Feb-2009 13-Feb-2009	95.00000000	0.00 25.65 25.65	USD		
Value Date: 04-Feb-2009 CCY: USD												
Transaction Category: PURCHASE												
617446448 US6174464486	MORGAN STANLEY COM STK USD0.01				PURCHASE PURCHASE/BUY SETTLED	T309030B38O	04-Feb-2009 04-Feb-2009	3,900.00000000	(83,061.81) 0.00 (83,081.31)	USD		
617446448 US6174464486	MORGAN STANLEY COM STK USD0.01				PURCHASE PURCHASE/BUY SETTLED	T309030B391	04-Feb-2009 04-Feb-2009	1,300.00000000	(27,587.04) 0.00 (27,593.54)	USD		
617446448 US6174464486	MORGAN STANLEY COM STK USD0.01				PURCHASE PURCHASE/BUY SETTLED	T309030B3J7	04-Feb-2009 04-Feb-2009	300.00000000	(6,384.00) 0.00 (6,385.50)	USD		

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## Securities Litigation

Summary by Value Date

From: 01-Apr-2006 To: 29-Apr-2010

Custody										All Transaction Activity		
Account: <div>REDACTED</div> MPERS OF LA - ALLIANCE CAPITAL MANAGEMENT												
Security ID	Security Name	Coupon Rate	Maturity Date	Pool Number	Transaction Category	Transaction Number	Contractual S/D	Units	Principal Amount			
ISIN	Fall Description				Transaction Type	Age (Days)	Payable Date	Current Face	Income Amount	Net Amount		
Value Date: 12-Jan-2009 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE		12-Jan-2009	300.00000000	5,532.00			
US6174464486					SALE SETTLED	T309007BWLJ	12-Jan-2009		0.00	USD 5,530.46		
Value Date: 24-Nov-2008 CCY: USD												
Transaction Category: PURCHASE												
617446448	MORGAN STANLEY COM STK USD0.01				PURCHASE		24-Nov-2008	100.00000000	(1,057.59)			
US6174464486					PURCHASE/BUY SETTLED	T308324B6SO	24-Nov-2008		0.00	USD (1,058.09)		
Value Date: 31-Oct-2008 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND		31-Oct-2008	9,695.00000000	0.00			
US6174464486					CASH CREDIT FOR DIVIDENDS SETTLED	A208305AKYR	31-Oct-2008		2,617.65	USD 2,617.65		
Value Date: 14-Aug-2008 CCY: USD												
Transaction Category: FREE DELIVER												
617446448	MORGAN STANLEY COM STK USD0.01				FREE DELIVER		14-Aug-2008	5.00000000	0.00			
US6174464486					A/C SW DELIVER W/INV @ COST SETTLED	T308227CQJ2	14-Aug-2008		0.00	0.00		
Value Date: 31-Jul-2008 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND		31-Jul-2008	9,700.00000000	0.00			
US6174464486					CASH CREDIT FOR DIVIDENDS SETTLED	A208213ADYJ	31-Jul-2008		2,619.00	USD 2,619.00		
Value Date: 30-Apr-2008 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND		30-Apr-2008	9,700.00000000	0.00			
US6174464486					CASH CREDIT FOR DIVIDENDS SETTLED	A208121AGHD	30-Apr-2008		2,619.00	USD 2,619.00		

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Summary by Value Date

From: 01-Apr-2006 To: 29-Apr-2010

Custody										All Transaction Activity			
Account: <span style="background-color: black; color: white;">REDACTED</span> MPERS OF LA - ALLIANCE CAPITAL MANAGEMENT													
Security ID	Security Name	Coupon Rate	Maturity Date	Pool Number	Transaction Category	Transaction Type	Transaction Status	Transaction Number	Contractual S/D	Units	Principal Amount	Income Amount	Net Amount
ISIN	Fail Description							Age (Days)	Payable Date	Current Face			
Value Date: 03-Apr-2008 CCY: USD													
Transaction Category: PURCHASE													
617446448	MORGAN STANLEY COM STK USD0.01				PURCHASE	PURCHASE/BUY			03-Apr-2008	500.00000000	(22,985.50)	0.00	(22,985.50)
US6174464486					SETTLED			T308091B5R4	03-Apr-2008		USD	(22,993.00)	
Value Date: 05-Feb-2008 CCY: USD													
Transaction Category: PURCHASE													
617446448	MORGAN STANLEY COM STK USD0.01				PURCHASE	PURCHASE/BUY			05-Feb-2008	100.00000000	(4,855.00)	0.00	(4,855.00)
US6174464486					SETTLED			T308031CISH	05-Feb-2008		USD	(4,856.50)	
Value Date: 31-Jan-2008 CCY: USD													
Transaction Category: DIVIDEND													
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND	CASH CREDIT FOR DIVIDENDS			31-Jan-2008	9,000.00000000	0.00	2,430.00	2,430.00
US6174464486					SETTLED			A208031AFHR	31-Jan-2008		USD	2,430.00	
Value Date: 29-Nov-2007 CCY: USD													
Transaction Category: PURCHASE													
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND	CASH CREDIT FOR DIVIDENDS			31-Jan-2008	100.00000000	0.00	27.00	27.00
US6174464486					SETTLED			A208031AFRZ	31-Jan-2008		USD	27.00	
Value Date: 31-Oct-2007 CCY: USD													
Transaction Category: DIVIDEND													
617446448	MORGAN STANLEY COM STK USD0.01				PURCHASE	PURCHASE/BUY			29-Nov-2007	100.00000000	(4,884.00)	0.00	(4,884.00)
US6174464486					SETTLED			T307330BWJ2	29-Nov-2007		USD	(4,885.50)	
Value Date: 31-Oct-2007 CCY: USD													
Transaction Category: DIVIDEND													
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND	CASH CREDIT FOR DIVIDENDS			31-Oct-2007	9,000.00000000	0.00	2,430.00	2,430.00
US6174464486					SETTLED			A207304AEEI	31-Oct-2007		USD	2,430.00	

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J.P.Morgan

## Securities Litigation

Summary by Value Date

From: 01-Apr-2006 To: 29-Apr-2010

Custody										All Transaction Activity		
Account: <b>REDACTED</b> MPERS OF LA - ALLIANCE CAPITAL MANAGEMENT												
Security ID ISIN	Security Name	Coupon Rate	Maturity Date	Pool Number	Transaction Category Transaction Type Transaction Status	Transaction Number Age (Days)	Contractual S/D Payable Date Posted Date	Units Current Face	Principal Amount Income Amount Net Amount			
Value Date: 18-Sep-2007 CCY: USD												
Transaction Category: PURCHASE												
617446448	MORGAN STANLEY COM STK USD0.01				PURCHASE RECEIVE VS PAYMENT SETTLED	T307256B9JP	18-Sep-2007 18-Sep-2007	100.00000000	(6,647.50) 0.00 (6,647.50)			
Value Date: 20-Aug-2007 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE SALE SETTLED	T307227B4RM	20-Aug-2007 20-Aug-2007	2,500.00000000	145,573.27 0.00 145,573.27			
Value Date: 31-Jul-2007 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND CASH CREDIT FOR DIVIDENDS SETTLED	A207212AFEP	31-Jul-2007 31-Jul-2007	11,400.00000000	0.00 3,078.00 3,078.00			
Value Date: 30-Apr-2007 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND CASH CREDIT FOR DIVIDENDS SETTLED	A207120AHVM	30-Apr-2007 30-Apr-2007	11,400.00000000	0.00 3,078.00 3,078.00			
Value Date: 27-Mar-2007 CCY: USD												
Transaction Category: PURCHASE												
617446448	MORGAN STANLEY COM STK USD0.01				PURCHASE RECEIVE VS PAYMENT SETTLED	T307082AF7R	27-Mar-2007 27-Mar-2007	100.00000000	(8,113.50) 0.00 (8,113.50)			
Value Date: 31-Jan-2007 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND CASH CREDIT FOR DIVIDENDS SETTLED	A207031AFZN	31-Jan-2007 31-Jan-2007	11,300.00000000	0.00 3,051.00 3,051.00			

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J.P.Morgan

## Securities Litigation

Summary by Value Date

From: 01-Apr-2006 To: 29-Apr-2010

Custody										All Transaction Activity		
Account: <span style="background-color: black; color: white;">REDACTED</span> MIPERS OF LA - ALLIANCE CAPITAL MANAGEMENT												
Security ID	Security Name	Coupon Rate	Maturity Date	Pool Number	Transaction Category	Transaction Type	Transaction Status	Transaction Number	Contractual S/D	Units	Principal Amount	Income Amount
ISIN	Fail Description							Age (Days)	Payable Date	Current Face	Net Amount	
Value Date: 28-Dec-2006 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE				28-Dec-2006	100.0000000	8,005.75	0.00
US6174464486					SALE				28-Dec-2006		8,005.75	0.00
Value Date: 27-Nov-2006 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE				27-Nov-2006	100.0000000	7,854.75	0.00
US6174464486					SALE				27-Nov-2006		7,854.75	0.00
Value Date: 31-Oct-2006 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND	CASH CREDIT FOR DIVIDENDS			31-Oct-2006	11,500.0000000	0.00	3,105.00
US6174464486					SETTLED	A206304AEWZ			31-Oct-2006		3,105.00	0.00
Value Date: 31-Aug-2006 CCY: USD												
Transaction Category: FREE DELIVER												
617446448	MORGAN STANLEY COM STK USD0.01				FREE DELIVER	A/C SW DELIVER WINV @ COST			31-Aug-2006	4,000.0000000	0.00	0.00
US6174464486					SETTLED	T306242BSJQ			31-Aug-2006		0.00	0.00
Value Date: 31-Jul-2006 CCY: USD												
Transaction Category: DIVIDEND												
617446448	MORGAN STANLEY COM STK USD0.01				DIVIDEND	CASH CREDIT FOR DIVIDENDS			31-Jul-2006	15,600.0000000	0.00	4,212.00
US6174464486					SETTLED	A206212AGTC			31-Jul-2006		4,212.00	0.00
Value Date: 25-Jul-2006 CCY: USD												
Transaction Category: SALE												
617446448	MORGAN STANLEY COM STK USD0.01				SALE				25-Jul-2006	100.0000000	6,367.80	0.00
US6174464486					SALE				25-Jul-2006		6,367.80	0.00

Please refer to the disclaimer page at the end of this report for further information.

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## Securities Litigation

Summary by Value Date

From: 01-Apr-2006 To: 29-Apr-2010

Custody											All Transaction Activity	
Account: [REDACTED] MPERS OF LA - ALLIANCE CAPITAL MANAGEMENT												
Security ID	Security Name	Coupon Rate	Maturity Date	Pool Number	Transaction Category	Transaction Type	Transaction Status	Transaction Number	Contractual S/D	Units	Principal Amount	
ISIN	Fail Description							Age (Days)	Payable Date	Current Face	Income Amount	
									Posted Date		Net Amount	
Value Date: 22-Jun-2006 CCY: USD												
Transaction Category: PURCHASE												
617446448		MORGAN STANLEY COM STK USD0.01			PURCHASE				22-Jun-2006	100.00000000	(5,692.00)	
US6174464486					RECEIVE VS PAYMENT			T306170BXYB	22-Jun-2006	USD	0.00	
					SETTLED						(5,692.00)	
Value Date: 28-Apr-2006 CCY: USD												
Transaction Category: DIVIDEND												
617446448		MORGAN STANLEY COM STK USD0.01			DIVIDEND				28-Apr-2006	15,500.00000000	0.00	
US6174464486					CASH CREDIT FOR DIVIDENDS			A206118AHOS	28-Apr-2006	USD	4,185.00	
					SETTLED						4,185.00	
Value Date: 05-Apr-2006 CCY: USD												
Transaction Category: SALE												
617446448		MORGAN STANLEY COM STK USD0.01			SALE				05-Apr-2006	100.00000000	6,281.80	
US6174464486					SALE			T3060993CE7B	05-Apr-2006	USD	0.00	
					SETTLED						6,281.80	

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## Securities Litigation

By Value Date

From: 01-Apr-2006 To: 29-Apr-2010

Custody

All Transaction Activity

## End of Report

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